

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2021 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Workforce Safety and Insurance WSI operations	\$63,473,062	\$68,747,842	\$5,274,780
Total all funds	\$63,473,062	\$68,747,842	\$5,274,780
Less estimated income General fund	63,473,062	68,747,842	5,274,780
	\$0	\$0	\$0
FTE	260.14	260.14	0.00
Bill total			
Total all funds	\$63,473,062	\$68,747,842	\$5,274,780
Less estimated income General fund	63,473,062	68,747,842	5,274,780
	\$0	\$0	\$0
FTE	260.14	260.14	0.00

Senate Bill No. 2021 - Workforce Safety and Insurance - Senate Action

	Base Budget	Senate Changes	Senate Version
WSI operations	\$63,473,062	\$5,198,693	\$68,671,755
Total all funds	\$63,473,062	\$5,198,693	\$68,671,755
Less estimated income General fund	63,473,062	5,198,693	68,671,755
	\$0	\$0	\$0
FTE	260.14	(12.00)	248.14

Department 485 - Workforce Safety and Insurance - Detail of Senate Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Unfunds 6 FTE Positions³	Adjusts Funding for IT Unification⁴	Reduces Funding for Operating Expenses⁵	Adds Funding for Microsoft Office 365 Licenses⁶
WSI operations	(\$1,821,876)	\$2,359,968	(\$1,012,252)	\$130,041	(\$2,332,176)	\$14,988
Total all funds	(\$1,821,876)	\$2,359,968	(\$1,012,252)	\$130,041	(\$2,332,176)	\$14,988
Less estimated income General fund	(1,821,876)	2,359,968	(1,012,252)	130,041	(2,332,176)	14,988
	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	(12.00)	0.00	0.00

	Adds One-Time Funding for the CAPS Replacement Project⁷	Adds One-Time Funding for the MyWSI Enhancement Project⁸	Total Senate Changes
WSI operations	\$7,010,000	\$850,000	\$5,198,693
Total all funds	\$7,010,000	\$850,000	\$5,198,693
Less estimated income General fund	7,010,000	850,000	5,198,693
	\$0	\$0	\$0
FTE	0.00	0.00	(12.00)

¹ Funding is adjusted for base payroll changes.

² The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	Other Funds
Salary increase	\$1,282,527
Health insurance increase	<u>1,077,441</u>
Total	\$2,359,968

³ Funding for 6 FTE positions is removed.

⁴ Funding is adjusted for the information technology unification initiative, including the transfer of 12 FTE positions and 1 temporary position to the Information Technology Department, as shown below:

	FTE	Other Funds
Transfers 12 FTE positions	(12.00)	(\$2,532,319)
Transfers 1 temporary position	0.00	(99,840)
Adds funding for IT operating expenses	<u>0.00</u>	<u>2,762,200</u>
Total	(12.00)	\$130,041

⁵ Funding for operating expenses, primarily related to professional service fees, is reduced.

⁶ Funding is added for Microsoft Office 365 licensing expenses.

⁷ One-time funding of \$7,010,000 is added from the workmens compensation fund for the claims and policy system replacement project for releases 7 through 10 of the 20 release project. The total project is estimated to cost \$29.5 million and has an estimated completion date of June 2026.

⁸ One-time funding of \$850,000 is added from the workmens compensation fund for the MyWSI extranet enhancement project. The 2017 Legislative Assembly appropriated \$538,500 for the project for the 2017-19 biennium.

Senate Bill No. 2021 - Workforce Safety and Insurance - House Action

	Base Budget	Senate Version	House Changes	House Version
WSI operations	\$63,473,062	\$68,671,755	\$76,087	\$68,747,842
Total all funds	\$63,473,062	\$68,671,755	\$76,087	\$68,747,842
Less estimated income	<u>63,473,062</u>	<u>68,671,755</u>	<u>76,087</u>	<u>68,747,842</u>
General fund	\$0	\$0	\$0	\$0
FTE	260.14	248.14	12.00	260.14

Department 485 - Workforce Safety and Insurance - Detail of House Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Adjusts Funding for IT Unification ²	Total House Changes
WSI operations	\$206,128	(\$130,041)	\$76,087
Total all funds	\$206,128	(\$130,041)	\$76,087
Less estimated income	<u>206,128</u>	<u>(130,041)</u>	<u>76,087</u>
General fund	\$0	\$0	\$0
FTE	0.00	12.00	12.00

¹ The following funding is adjusted for the 2019-21 biennium salary adjustments of 2 percent with a minimum monthly increase of \$120 and a maximum monthly increase of \$200 on July 1, 2019, and a 2.5 percent increase on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

	Other Funds
Salary increase	\$152,584
Health insurance increase	<u>53,544</u>
Total	\$206,128

Funding adjusted for state employee salary increases results in total salary increases proposed by the House of \$1,435,111. The Senate proposed salary increases of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, to

provide total salary increases of \$1,282,527. Funding of \$53,544 is added for increases in health insurance premiums for 12 FTE positions the Senate transferred to the Information Technology Department for the information technology unification initiative. The House has not approved the information technology unification initiative and restored the 12 FTE positions transferred by the Senate.

² The House has not approved the information technology unification initiative previously approved by the Senate, resulting in the following adjustments to funding and FTE positions:

	<u>FTE</u>	<u>Other Funds</u>
Restores 12 FTE positions	12.00	\$2,532,319
Restores 1 temporary position	0.00	99,840
Removes funding for IT operating expenses	<u>0.00</u>	<u>(2,762,200)</u>
Total	12.00	(\$130,041)

Senate Bill No. 2021 - Workforce Safety and Insurance - Senate Action

The Senate concurred with the House.